

BISMARCK CITY EMPLOYEE PENSION PLAN

State Investment Board Balance Sheet As of 6/30/2005

	As of <u>6-30-05</u>	As of <u>6-30-04</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 18,404,664	\$ 12,239,317
INTERNATIONAL EQUITIES	1,840,882	1,173,643
DOMESTIC FIXED INCOME	17,204,990	11,129,896
INTERNATIONAL FIXED INCOME	758,920	506,802
REAL ESTATE	1,189,978	791,081
VENTURE CAPITAL	371,022	234,246
INVESTED CASH (NOTE 1)	<u>497,608</u>	<u>243,769</u>
 TOTAL INVESTMENTS	 40,268,064	 26,318,754
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	64,198	53,565
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	<u>4,083,485</u>	<u>2,776,415</u>
 TOTAL ASSETS	 <u>\$ 44,415,747</u>	 <u>\$ 29,148,734</u>
LIABILITIES:		
ACCOUNTS PAYABLE	26,825	17,696
SECURITIES LENDING COLLATERAL (NOTE 2)	<u>4,083,485</u>	<u>2,776,415</u>
 TOTAL LIABILITIES	 4,110,310	 2,794,111
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	26,354,623	22,968,106
CASH IN DURING YEAR (NOTE 3)	10,071,655	0
CASH OUT DURING YEAR (NOTE 4)	0	0
NET INCREASE (DECREASE)	<u>3,879,159</u>	<u>3,386,517</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>40,305,437</u>	 <u>26,354,623</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 44,415,747</u>	 <u>\$ 29,148,734</u>

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State Investment Board Profit and Loss Statement For the Month Ended 6/30/2005

	Month Ended <u>6-30-05</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 82,064	\$ 713,832
SECURITIES LENDING INCOME	9,957	61,305
	<u>92,021</u>	<u>775,137</u>
 GAIN ON SALE OF INVESTMENTS	 460,933	 3,059,820
LOSS ON SALE OF INVESTMENTS	184,372	1,922,013
	<u></u>	<u></u>
NET GAINS (LOSSES) INVESTMENTS	276,561	1,137,807
 INVESTMENT EXPENSES	 22,420	 108,273
SECURITIES LENDING EXPENSES	9,343	56,257
	<u></u>	<u></u>
NET INVESTMENT INCOME	336,819	1,748,414
 NET APPREC (DEPREC) MARKET VALUE	 302,376	 2,194,868
MISCELLANEOUS INCOME/(EXPENSE)	(21,313)	(64,123)
	<u></u>	<u></u>
TOTAL INVESTMENT INCOME	617,882	3,879,159
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NET INCREASE (DECREASE)	\$ 617,882	\$ 3,879,159
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Notes To Financial Statements
June 30, 2005

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in the short-term investment fund (STIF/STEP) at The Northern Trust Company.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 4 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust Company during the current fiscal year.